- (2) Demonstrate that the State is able to provide the necessary inspection services to selected establishments in the State and conduct any related activities that would be required under a cooperative interstate shipment program established under this part; and
- (3) Agree that, if the State enters into an agreement with FSIS for a cooperative interstate shipment program, the State will:
- (i) Provide FSIS with access to the results of all laboratory analyses conducted on product samples from selected establishments in the State;
- (ii) Notify the selected establishment coordinator for the State of the results of any laboratory analyses that indicate that a product prepared in a selected establishment may be adulterated or may otherwise present a food safety concern; and
- (iii) When necessary, cooperate with FSIS to transition selected establishments in the State that have been deselected from a cooperative interstate shipment program to become official establishments.
- (c) If the Administrator determines that a State that has submitted a request to participate in a cooperative interstate shipment program qualifies to enter into a cooperative agreement for such a program, the Administrator and the State will sign a cooperative agreement that sets forth the terms and conditions under which each party will cooperate to provide inspection services to selected establishments located in the State.
- (d) After the Administrator and a State have signed an agreement for a cooperative interstate shipment program as provided in paragraph (c) of this section, the Administrator will:
- (1) Appoint an FSIS employee as the FSIS selected establishment coordinator for the State and
- (2) Coordinate with the State to select establishments to participate in the program as provided in §332.5(b) of this part.

## § 332.5 Establishment selection; official number for selected establishments.

(a) An establishment operating under a cooperative State meat inspection program will qualify for selection into

- a cooperative interstate shipment program if the establishment:
- (1) Has submitted a request to the State to be selected for the program;
- (2) Has the appropriate number of employees under § 332.3(a) of this part;
- (3) Is not ineligible to participate in a cooperative interstate shipment program under §332.3(c) of this part;
- (4) Is in compliance with all requirements under the cooperative State meat inspection program; and
- (5) Is in compliance with all requirements under the Act and the implementing regulations in this chapter.
- (b) To participate in a cooperative interstate shipment program, an establishment that meets the conditions in paragraph (a) of this section must be selected by the Administrator, in coordination with the State where the establishment is located.
- (c) If an establishment is selected to participate in a cooperative interstate shipment program as provided in paragraph (b) of this section, the State is to assign the establishment an official number that reflects the establishment's participation in the cooperative interstate shipment program and advise the FSIS selected establishment coordinator for the State of the official number assigned to each selected establishment in the State. The official number assigned to every selected establishment must contain a suffix, e.g., "SE," that identifies the establishment as a selected establishment and that identifies the State, e.g., "SETX," for "selected establishment Texas."
- (d) Failure of the State to comply with paragraph (c) of this section will disqualify the State from participation in the cooperative interstate shipment program.

#### § 332.6 Commencement of a cooperative interstate shipment program; inspection by designated personnel and official mark.

- (a) A cooperative interstate shipment program will commence when the Administrator, in coordination with the State, has selected establishments in the State to participate in the program.
- (b) Inspection services for selected establishments participating in a cooperative interstate shipment program

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must be provided by designated personnel, who will be under the direct supervision of a State employee.

- (c) Carcasses, parts of carcasses, meat, and meat food products prepared in a selected establishment and inspected and passed by designated State personnel must bear an official Federal mark, stamp, tag, or label of inspection in the appropriate form prescribed in part 312 of this subchapter that includes the information specified in § 332.5(c) of this part.
- (d) Carcasses, parts of carcasses, meat, and meat food products prepared in a selected establishment that comply with the conditions in paragraph (c) of this section may be distributed in interstate commerce.

# § 332.7 Federal oversight of a cooperative interstate shipment program.

- (a) The FSIS selected establishment coordinator for a State that has entered into an agreement for a cooperative interstate shipment program will visit each selected establishment in the State on a regular basis to verify that the establishment is operating in a manner that is consistent with the Act and the implementing regulations in this chapter. The frequency with which the SEC will visit selected establishments under the SEC's jurisdiction will be based on factors that include, but are not limited to, the complexity of the operations conducted at the selected establishment, the establishment's schedule of operations, and the establishment's performance under the cooperative interstate shipment program. If necessary, the selected establishment coordinator, in consultation with the District Manager that covers the State, may designate qualified FSIS personnel to visit a selected establishment on behalf of the selected establishment coordinator.
- (b) The selected establishment coordinator, in coordination with the State, will verify that selected establishments in the State are receiving the necessary inspection services from designated personnel, and that these establishments are eligible, and remain eligible, to participate in a cooperative interstate shipment program. The selected establishment coordinator's verification activities may include:

- (1) Verifying that each selected establishment employs, and continues to employ, 25 or fewer employees, on average, as required under §332.3(a) of this part, unless the establishment is transitioning to become an official establishment;
- (2) Verifying that the designated personnel are providing inspection services to selected establishments in a manner that complies with the Act and the implementing regulations in this chapter:
- (3) Verifying that that the State staffing levels for each selected establishments are appropriate to carry out the required inspection activities; and
- (4) Assessing each selected establishment's compliance with the Act and implementing regulations under this chapter.
- (c) If the selected establishment coordinator determines that designated personnel are providing inspection services to selected establishments in the State in a manner that is inconsistent with the Act and the implementing regulations in this chapter, the Administrator will provide an opportunity for the State to develop and implement a corrective action plan to address inspection deficiencies identified by the selected establishment coordinator. If the State fails to develop a corrective action plan, or the selected establishment coordinator for the State determines that the corrective action plan is inadequate, the Administrator will terminate the agreement for the cooperative interstate shipment program as provided in §321.3(d) of this chapter.

### §332.8 Quarterly reports.

- (a) The selected establishment coordinator will prepare a report on a quarterly basis that describes the status of each selected establishment under his or her jurisdiction.
- (b) The quarterly report required in paragraph (a) of this section will:
- (1) Include the selected establishment coordinator's assessment of the performance of the designated personnel in conducting inspection activities at selected establishments and
- (2) Identify those selected establishments that the selected establishment